

ModernGraham Valuation

Company Name:

Xcel Energy Inc

Company Ticker

XEL

Date of Analysis

5/17/2016



Stage 1: Is this company suitable for the Defensive Investor or the Enterprising Investor?

Defensive Investor; must pass 6 out of the following 7 tests.

1. Adequate Size of the Enterprise	Market Cap > \$2Bil	\$21,069,750,498	Pass
2. Sufficiently Strong Financial Condition	Current Ratio > 2	0.86	Fail
3. Earnings Stability	Positive EPS for 10 years prior		Pass
4. Dividend Record	Dividend Payments for 10 years prior		Pass
5. Earnings Growth	Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	43.12%	Pass
6. Moderate PEmg Ratio	PEmg < 20	20.47	Fail
7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	1.98	Pass

Enterprising Investor; must pass 4 out of the following 5 tests, or be suitable for the Defensive Investor.

1. Sufficiently Strong Financial Condition	Current Ratio > 1.5	0.86	Fail
2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	-28.84	Fail
3. Earnings Stability	Positive EPS for 5 years prior		Pass
4. Dividend Record	Currently Pays Dividend		Pass
5. Earnings Growth	EPSmg greater than 5 years ago		Pass

Suitability

Defensive	No
Enterprising	No

Stage 2: Determination of Intrinsic Value

EPSmg	\$2.02
MG Growth Estimate	2.93%
MG Value	\$29.07
MG Value based on 3% Growth	\$29.36
MG Value based on 0% Growth	\$17.21
Market Implied Growth Rate	5.98%

MG Opinion

Current Price	\$41.44
% of Intrinsic Value	142.57%
Opinion	Overvalued
MG Grade	D+

Stage 3: Information for Further Research

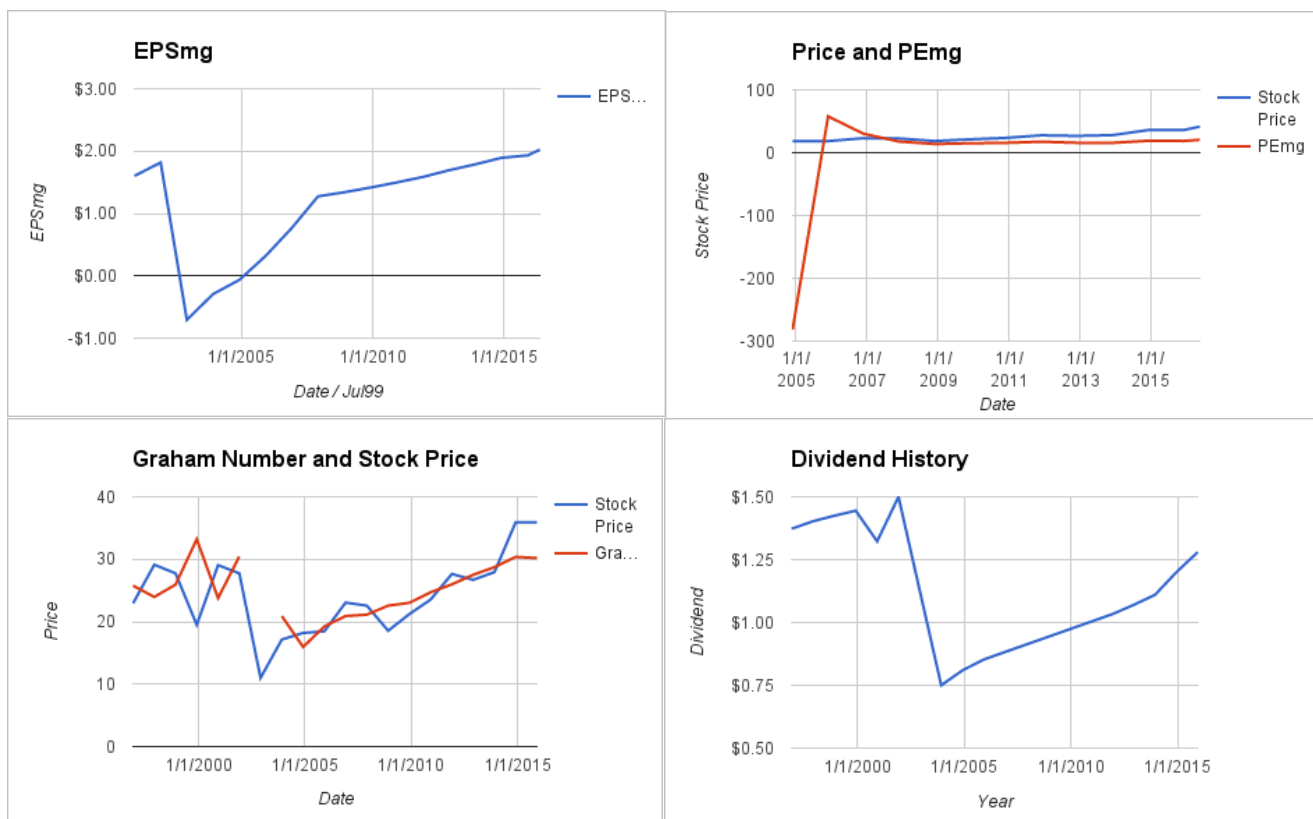
Net Current Asset Value (NCAV)	-\$50.41
Graham Number	\$32.04
PEmg	20.47
Current Ratio	0.86
PB Ratio	1.98
Current Dividend	\$1.30
Dividend Yield	3.14%
Number of Consecutive Years of Dividend Growth	13

Useful Links:

ModernGraham tagged articles	Morningstar
Google Finance	MSN Money
Yahoo Finance	Seeking Alpha

EPS History		EPSmg History	
Next Fiscal Year Estimate	\$2.17	Next Fiscal Year Estimate	\$2.02
12/1/2015	\$1.94	12/1/2015	\$1.93
12/1/2014	\$2.03	12/1/2014	\$1.89
12/1/2013	\$1.91	12/1/2013	\$1.79
12/1/2012	\$1.85	12/1/2012	\$1.69
12/1/2011	\$1.72	12/1/2011	\$1.59
12/1/2010	\$1.62	12/1/2010	\$1.50
12/1/2009	\$1.48	12/1/2009	\$1.42
12/1/2008	\$1.46	12/1/2008	\$1.34
12/1/2007	\$1.35	12/1/2007	\$1.27
12/1/2006	\$1.36	12/1/2006	\$0.77
12/1/2005	\$1.23	12/1/2005	\$0.32
12/1/2004	\$0.87	12/1/2004	-\$0.06
12/1/2003	\$1.50	12/1/2003	-\$0.29
12/1/2002	-\$5.82	12/1/2002	-\$0.71
12/1/2001	\$2.30	12/1/2001	\$1.82
12/1/2000	\$1.54	12/1/2000	\$1.60
12/1/1999	\$1.43	Balance Sheet Information 3/1/2016	
12/1/1998	\$1.84	Total Current Assets	\$2,732,617,000
12/1/1997	\$1.61	Total Current Liabilities	\$3,188,568,000
12/1/1996	\$1.91	Long-term Debt	\$13,148,395,000
		Total Assets	\$39,069,844,000
		Intangible Assets	\$0
		Total Liabilities	\$28,398,210,000
		Shares Outstanding (Diluted Average)	509,150,000





Disclaimer:

This valuation is not investment advice. Anyone who is considering making an investment decision should speak to a registered investment advisor.

The author did not hold a position in any company mentioned in this article at the time of publication and had no intention of changing those holdings within the next 72 hours.

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